#### UNITED STATES INTERNATIONAL TRADE COMMISSION

Washington, DC 20436

# MEMORANDUM ON PROPOSED TARIFF LEGISLATION of the 111<sup>th</sup> Congress <sup>1</sup>

[Date approved: March 25, 2010]<sup>2</sup>

An electric pencil sharpener is an electrically operated device used to sharpen wooden pencils. The primary components of an electric pencil sharpener include a rotating helical blade that rolls inside of an outer ring. The blade is mounted in an armature that is connected directly to the power train. This power train has a series of gears, commonly six in number, that transform the high speed and low torque of the electric motor into low speed and high torque for the sharpening mechanism. The sharpener contains a sensor that a pencil must pass to start the motor and begin the sharpening process. China is the dominant supplier of electric pencil sharpeners to the United States.

Industry analyst preparing report: Mihir Torsekar (202-205-3350); Tariff Affairs contact: Jan Summers (202-205-2605).

<sup>&</sup>lt;sup>2</sup> Access to an electronic copy of this memorandum is available at http://www.usitc.gov/tariff affairs/congress reports/.

<sup>&</sup>lt;sup>3</sup> The sponsor/proponent did not identify any additional beneficiaries of this bill.

<sup>&</sup>lt;sup>4</sup> Heading 9902.22.82, which expired at the end of 2009, had afforded duty-free entry to the subject goods.

#### Estimated effect on customs revenue for the subject product classifiable in HTS subheading 8472.90.40:

$ \bigg \rangle $	2010	2011	2012	2013	2014
Col. 1-General rate of duty	2.6%	2.6%	2.6%	2.6%	2.6%
Estimated value dutiable imports <sup>a</sup>	\$30,000,000	\$30,000,000	\$30,000,000	\$30,000,000	\$30,000,000
Customs revenue loss b	\$780,000	\$780,000	\$780,000	\$780,000	\$780,000

<sup>&</sup>lt;u>a</u>/ Dutiable import estimates were based on official U.S. Government statistics.

#### Contacts with domestic firms/organizations (including the proponent):

Name of firm/organization	Date	Claim US	Submission	Opposition
	contacted	makes same	attached?	noted?
		or competing product(s)?		
		product(s):	(Yes/No)	
Jerry's Artarama (Proponent)	11/19/2009	No	No	No
Bob Marcus, bob@jerrysartarama.com				
Elmer's Products, Inc.	10/04/2010	No	No	No
Terri Brown, tbrown@elmers.com				
Office Depot	12/15/2009	No	No	No
Melissa Perlman,				
Melissa.Perlman@officedepot.com				
Office Max	10/04/2010	No	No	No
William Bonner, williambonner@officemax.com				
Retail Industry Leaders Association	12/15/2009	No	No	No
Katherine Lugar, katherine.lugar@rila.org				
Stanley Bostich	10/04/2010	No	No	No
Todd Langston, tlangston@stanleyworks.com				

Tec	hnical	l comments:

None.

 $<sup>\</sup>underline{b}$ / At the request of Congress, customs revenue loss is provided for 5 years, although the effective period of the proposed legislation may differ.

<sup>&</sup>lt;sup>5</sup> The Commission may express an opinion on the HTS classification of a product to facilitate consideration of the bill. However, by law, only the U.S. Customs Service is authorized to issue a binding ruling on this matter. The Commission believes that the U.S. Customs Service should be consulted prior to enactment of the bill.



#### 111TH CONGRESS 1ST SESSION

## S. 2669

To extend temporarily the suspension of duty on electrically operated pencil sharpeners.

### IN THE SENATE OF THE UNITED STATES

NOVEMBER 2, 2009

Mr. Burr introduced the following bill; which was read twice and referred to the Committee on Finance

### A BILL

To extend temporarily the suspension of duty on electrically operated pencil sharpeners.

- 1 Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,
- 3 SECTION 1. ELECTRICALLY OPERATED PENCIL SHARP-
- 4 ENERS.
- 5 (a) In General.—Heading 9902.22.82 of the Har-
- 6 monized Tariff Schedule of the United States (relating to
- 7 electrically operated pencil sharpeners) is amended by
- 8 striking the date in the effective period column and insert-
- 9 ing "12/31/2011".

- 1 (b) Effective Date.—The amendment made by
- 2 subsection (a) applies to goods entered, or withdrawn from
- 3 warehouse for consumption, on or after the 15th day after

4 the date of the enactment of this Act.

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